

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

RECEIVED

APR 09 2004

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT MAILING LABEL -- MAKE CHANGES AS NECESSARY

W-01877A
Mountain Dell Water, Inc.
1341 W. Palmer Ave.
Flagstaff AZ 86001

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
-----------	-----------	-------------

FOR COMMISSION USE

Ann04	03
--------------	-----------

COMPANY INFORMATION

Company Name (Business Name) MOUNTAIN DELL WATER, INC.

Mailing Address 1492 PALMER

FLAGSTAFF
(City)

AZ
(State)

86001
(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address

Local Office Mailing Address SAME

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address

MANAGEMENT INFORMATION

Management Contact: PETER REZNICK PRESIDENT

(Name)

(Title)

1500 PALMER
(Street)

FLAGSTAFF
(City)

AZ 86001
(State) (Zip)

928-774-7805

928-6064328

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address PETERREZNICK@MSN.COM

On Site Manager: SAME

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: SAME
(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: N/A
(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input checked="" type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME MOUNTAIN DELL WATER INC

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	1000	986	14
307	Wells and Springs			
311	Pumping Equipment	27016	17754	9262
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	10897	10218	679
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	48260	48260	0
340	Office Furniture and Equipment			
341	Transportation Equipment	5000	5000	0
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	16558	16319	239
346	Communication Equipment			
347	Miscellaneous Equipment	2000	2000	0
348	Other Tangible Plant	2971	2971	0
	TOTALS	113702	103508	

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME Mountain Dell Water, Inc.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	1000	18 yr	10
307	Wells and Springs			
311	Pumping Equipment	13422	15 yr	589
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	5512	7 yr	570
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	1381	5 yr.	159
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	2131.50		1328

This amount goes on Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME

*Mountain Dell Water, Inc.***BALANCE SHEET**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 20907	\$ 7117
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 20907	\$ 7117
	FIXED ASSETS		
101	Utility Plant in Service	\$ 134563	\$ 143702
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	101938	103508
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 32625	\$ 40194
	TOTAL ASSETS	\$ 53532	\$ 47311

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME *Mountain Dell Water, Inc.*

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	<i>875</i>	<i>860</i>
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ <i>875</i>	\$ <i>860</i>
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ <i>875</i>	\$ <i>860</i>
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ <i>22000</i>	\$ <i>22000</i>
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	<i>30657</i>	<i>24451</i>
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ <i>52657</i>	\$ <i>46451</i>
	TOTAL LIABILITIES AND CAPITAL	\$ <i>53532</i>	\$ <i>47311</i>

COMPANY NAME *Mountain Dell Water, Inc.*

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 38995	\$ 38802
460	Unmetered Water Revenue		
474	Other Water Revenues	600	570
	TOTAL REVENUES	\$ 39595	\$ 39372
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 13427	\$ 0
610	Purchased Water		
615	Purchased Power	7456	6949
618	Chemicals		
620	Repairs and Maintenance	1869	21494
621	Office Supplies and Expense	1444	1454
630	Outside Services	1852	1863
635	Water Testing	791	780
641	Rents	5400	2600
650	Transportation Expenses		
657	Insurance – General Liability	2520	3247
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	80	36
403	Depreciation Expense	1065	1328
408	Taxes Other Than Income	3363	4787
408.11	Property Taxes	1522	800
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 40789	\$ 45338
	OPERATING INCOME/(LOSS)	\$	\$
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 0	\$ 0
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 0	\$ 0
	NET INCOME/(LOSS)	\$ -1194	\$ -5966

COMPANY NAME

*Mountain Dell Water, Inc.***SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 860

Meter Deposits Refunded During the Test Year

\$ 35

COMPANY NAME *Mountain Dew Water, Inc.*

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<i>55-802024</i>	<i>20</i>	<i>22</i>	<i>'</i>	<i>10</i>	<i>2"</i>	<i>1956</i>
<i>55-802025</i>	<i>15</i>	<i>17</i>		<i>10</i>	<i>2"</i>	<i>1975</i>

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>10</i>	<i>1</i>		
<i>15</i>	<i>1</i>		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>10000</i>	<i>4</i>	<i>2000</i>	<i>1</i>

COMPANY NAME Mountain Well Water, Inc.

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	steel Pipe	4000
3		
4		
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	85
3/4	
1	1
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

4

STRUCTURES:

Pump house

Power house

Well houses

OTHER:

TANKS

Pressure Tank

Truck

Backhoe

COMPANY NAME: Mountain Dell Water, Inc.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	86	553	553
FEBRUARY	86	478	478
MARCH	86	284	284
APRIL	86	408	408
MAY	86	481	481
JUNE	86	620	620
JULY	86	594	594
AUGUST	86	478	478
SEPTEMBER	86	329	329
OCTOBER	86	512	512
NOVEMBER	86	372	372
DECEMBER	86	368	368
TOTAL		N/A	5477

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes

(☒) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes

(☒) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system.

(If more than one well, please list each separately)

003 #1
004 #2
mg/l

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Mountain Bell Water, Inc YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 800.-

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME Mountain Dell Water, Inc. YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported -5966
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported -5966
Estimated or Actual State Tax Liability 0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Peter Reznick
SIGNATURE

4/4/04
DATE

Peter Reznick
PRINTED NAME

President
TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED

APR 09 2004

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

<small>COUNTY OF (COUNTY NAME)</small> <u>Cocconino</u>	ARIZONA CORPORATION COMMISSION DIRECTOR OF UTILITIES
<small>NAME (OWNER OR OFFICIAL) TITLE</small> <u>Peter Raznick - owner</u>	
<small>COMPANY NAME</small> <u>Maintain Well Water, Inc.</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 38802

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 2639
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL
928 7749550

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

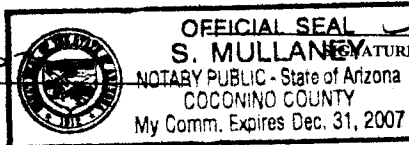
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

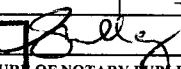
THIS 5th DAY OF

<small>COUNTY NAME</small> <u>Cocconino</u>	
<small>MONTH</small> <u>April</u>	<small>20<u>04</u></small>

(SEAL)

MY COMMISSION EXPIRES 12/31/07





SIGNATURE OF NOTARY PUBLIC

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

APR 09 2004

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

(COUNTY NAME) <u>Coconino</u>	
NAME (OWNER OR OFFICIAL) <u>Pete Reznick</u>	TITLE <u>President</u>
COMPANY NAME <u>Mountain Bell Water, Inc.</u>	

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.


SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>38802</u>
--

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 2539
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

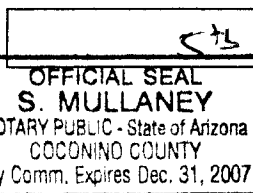


SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF


THIS



DAY OF

NOTARY PUBLIC NAME <u>S. mullaney</u>	
COUNTY NAME <u>Coconino</u>	
MONTH <u>April</u>	20 <u>04</u>

MY COMMISSION EXPIRES

X 

SIGNATURE OF NOTARY PUBLIC

FLAGSTAFF DOWNTOWN Branch

Date: 10/31/03 Page: 2 of 2

Stockman's Bank
3825 Stockton Hill Rd
Kingman Az 86402

MOUNTAIN DELL WATER, INC.
1341 W. PALMER AVE. 86077-9550
FLAGSTAFF, AZ 86001

DATE 10/3/03

PAY TO THE ORDER OF Four hundred seventy three & 43/100 \$ 473.43

FOR Stockman's Bank

CK# 3403 Date 10/07/03 Amt \$473.43

MOUNTAIN DELL WATER, INC.
1341 W. PALMER AVE. 86077-9550
FLAGSTAFF, AZ 86001

DATE 10/3/03

PAY TO THE ORDER OF Western Technologies \$ 45-

FOR Stockman's Bank

CK# 3408 Date 10/09/03 Amt \$45.00

MOUNTAIN DELL WATER, INC.
1341 W. PALMER AVE. 86077-9550
FLAGSTAFF, AZ 86001

DATE 10/3/03

PAY TO THE ORDER OF Unimarc \$ 7.60

FOR Stockman's Bank

CK# 3404 Date 10/09/03 Amt \$7.60

MOUNTAIN DELL WATER, INC.
1341 W. PALMER AVE. 86077-9550
FLAGSTAFF, AZ 86001

DATE 10/3/03

PAY TO THE ORDER OF Cocconino County Treasurer \$ 800.44

FOR Stockman's Bank

CK# 3409 Date 10/14/03 Amt \$800.44

MOUNTAIN DELL WATER, INC.
1341 W. PALMER AVE. 86077-9550
FLAGSTAFF, AZ 86001

DATE 10/3/03

PAY TO THE ORDER OF Quint \$ 95.07

FOR Stockman's Bank

CK# 3405 Date 10/07/03 Amt \$95.03

MOUNTAIN DELL WATER, INC.
1341 W. PALMER AVE. 86077-9550
FLAGSTAFF, AZ 86001

DATE 10/13/03

PAY TO THE ORDER OF Private Dept of Revenue \$ 176.15

FOR Stockman's Bank

CK# 3410 Date 10/17/03 Amt \$176.15

MOUNTAIN DELL WATER, INC.
1341 W. PALMER AVE. 86077-9550
FLAGSTAFF, AZ 86001

DATE 10/3/03

PAY TO THE ORDER OF Unifed \$ 18.24

FOR Stockman's Bank